

## Department of Planning and Budget 2004 Fiscal Impact Statement

**1. Bill Number** HB368

**House of Origin** ☒ Introduced ☐ Substitute ☐ Engrossed

**Second House** ☐ In Committee ☐ Substitute ☐ Enrolled

**2. Patron** Rust

**3. Committee** Transportation

**4. Title** Urban and secondary highway system construction allocations.

**5. Summary/Purpose:**

Allocates urban system and secondary system highway construction funds among affected jurisdictions on the basis of (i) area, (ii) vehicle miles traveled, and (iii) population, with area being weighted 15 percent, vehicle miles traveled weighted 25 percent, and population weighted 60 percent.

**6. Fiscal Impact Estimates are:** preliminary, see Item 8.

**7. Budget amendment necessary:** No.

**8. Fiscal implications:**

The bill does not change the level of funding available for construction funding for distribution. However, the level of funding each city and town, and county currently receives, may change and, therefore, could impact the six-year construction program.

The current formula for use of construction dollars on the secondary road system is the following: 80 percent based on population, and 20 percent on area.

The current formula for use of construction dollars on the urban road system is that funding is appropriated in such a manner that each city or town receives the same proportion available as the population of that city or town compares with the total population of all cities and towns.

The bill will set the formula on the basis of (i) area, (ii) vehicle miles traveled, and (iii) population, with area being weighted 15 percent, vehicle miles traveled weighted 25 percent, and population weighted 60 percent.

**9. Specific agency or political subdivisions affected:** Department of Transportation, the Commonwealth Transportation Board, and cities and towns.

**10. Technical amendment necessary:** No

**11. Other comments:** None.

**Date:** 01/22/04 / jlm

**Document:** (DPB G\ Leg 04\HB368.DOC)

cc: Secretary of Transportation